A STUDY OF DEVELOPMENT OF SMALL SCALE INDUSTRIES IN LATUR DISTRICT

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THE DEVELOPMENT OF SMALL SCALE INDUSTRIES IN LATUR DISTRICT

Introduction:

The small scale industry sector in India over the past 50 years has made significant contribution towards building a strong and stable national economy. It has attained successive heights by enhancing its fundamental strength and resilience.The small scale industries have acquired pre-eminent position in the economic structure of the country. The contribution of the sector both towards the economic advancement and removal of economic disparities across the sections of society has been tremendous. That's why the topic on small scale industries can be important for research.

The small-scale industries assume great importance in mitigating the problem of unemployment, in facilitating the growth of the industrial sector and in ensuring all round development of the economy. Its role is become important while India is facing the problems of unemployment and paucity of capital resources. "The built in characteristics of small scale industries, such as relatively small size of initial capital requirement, entrepreneurship and employment generation potential, etc., render them the ideal for balanced and decentralized development." The employment generated in small-scale factory units is nine times that of large establishments for an investment of Rs.1 lakh in fixed assets.

Small scale industries are a vital in any developing or developed country. For example, small business has an important place even in American economy. It

employs roughly half of the nation's workforce and generates 54 percent of the sales revenues and 40 percent of the gross national product. In India, the justification of small scale industries has been summarized in the Industrial Policy Resolution, 1956 in this way: "They provide immediate large scale employment, they offer a method of ensuring a more equitable distribution of the national income and they facilitate an effective mobilization of resources of capital and skill which might otherwise remain unutilized. Some of the problems that unplanned urbanization tends to create will be avoided by the establishment of small centers of industrial production all over the country.

The Small scale industries sector is a prominent sector for our country, due to its effective contribution in export and the employment creation, it is a key sector in planed development of Indian economy. Small scale industries sector has very significant and exclusive strengths some of which are:

1. It is a labour intensive and easy to start.
2. Easy to start a Micro/small unit and less capital requirements.
3. Small scale industries sector is mainly helping in reducing regional imbalance due to various locational strengths of our country.
4. Dispersal in rural/backward areas.
5. Operational flexibility and quick adaptability.
6. Due to the Small scale industries sector and its effective contribution in export it create large amount of the employment.
7. Small scale industries sector is most significant in boosting entrepreneurship development and hence to create enterprising environment. This ultimately creates more self employment opportunities.

The Small Scale Industry today constitutes a very important segment of the Indian economy. The development of this sector came about primarily due to the vision of our late Prime Minister Jawaharlal Nehru who sought to develop core industry and have a supporting sector in the form of small scale enterprises. Small Scale Sector has emerged as a dynamic and vibrant sector of the economy. Today (2016), it accounts for nearly 40 % of the gross value of output and 67 % turnover in the manufacturing sector and over 40 % of the total exports from the country. In terms of value added this sector accounts for about 40 % of the value added in the manufacturing sector. The sector's contribution to 26 employment is next only agriculture in India. It is therefore an excellent sector of economy for investment. Therefore I am choosing this topic for the proposed research work.

The Need and Significance of the Study

Maharashtra is always a leading state in Industrial development of the country. It has about 2 lakhs of Small scale industries units in the state, contributing 7.23 percent of (The total India's Small scale industries sector). The Small scale industries sector in the State is engaged in various activities like automobile, leather, plastic, food processing, handicrafts, pharmaceuticals, textile and garmenting, etc. Latur Industrial area is the best industrial centre in Maharashtra region. It play important role in development of small & scale Industry. Small scale industries sector play important role in regional economic development. Small scale industries create large amount of the employment in local area. Therefore the study of Small scale industries and its development as well as working and management of Small Scale Industries in Latur District is selected by the researcher for the study. Study of selected topics will focus on The Development, working and management of Small Scale Industries in Latur District. It also focus on challenges and problems before Small Scale Industries in

Latur District. Latur District as the study area second largest industrial area of Small Scale Industries in Marathwada region. which has shown following table.

Table No. 1.1

Small Scale Industries in Marathwada (district wise)

Sr.No.	Name of the District	No. Of Small Scale Industries
1	Aurangabad	3583
2	Parbhani	697
3	Hingoli	120
4	Beed	1420
5	Nanded	1455
6	Osmanabad	630
7	Latur	2029
8	Jalna	890
	Total	**10824**

Source : Directorate of Industries, Govt. of Maharashtra.2014

Above table clearly shows the importance of study area. The study area which has shown second largest industrial area of Small Scale Industries in Marathwada region. In which near about 2029 No. Of Small Scale Industries of total Small Scale Industries sector of the Marathwada region. This unique feature of the study area attracts the researcher to select the area for research

Objectives of the Study

The objectives of the proposed research work have been presented as follows:

1. To study the role of Small Scale Industries in regional economical development of Marathwada.

2. To analyze the influencing factors and their impact on growth and development of Small Scale industries in latur district.
3. To assess comparative status Small Scale Industries in Latur District as compare with Maharashtra state.
4. To evaluate the existing status of employment, working and management of Small Scale Industries in Latur District.
5. To explain and Focus on challenges and problems before Small Scale Industries in Latur District.
6. To suggest planning strategy to resolve the problems of the Small Scale Industries in Latur District

Hypotheses of the Study:

The research topic undertaken in this study has been justified with a sound review of literature. As the selected topic all developed economies in the world have started their journey by addressing and supporting the Small Scale Industries sector on top priority. India is also on the same path and now the country of attraction for the world. As Small Scale Industries sector in India has gone through various phases, it has shown the steady and promising growth. Therefore it is interesting to study the role of Small Scale Industries in the development of the country. It is worth to understand various parameters and issues associated with Small Scale Industries. sector. Furthermore, it is worth to note the impact and challenges before the sector and also role of Small Scale Industries in economical development, Keeping this in mind following aspects can be outlined to construct the hypothesis of the present work. The researcher hypothesized the following hypothesis, based on objectives of the study

1. There is leading role played by Small Scale Industries in industrial development of latur area.
2. There is successful growth seen in employment cause of small scale industries in latur district.
3. The speed of Development of small scale industries in latur district is higher than other district of marathwada region.
4. Due to small scale industries in latur district there have led huge increase in employment opportunities in latur district.
5. Small Scale Industries had benefited in catering unemployment problems, in equalities in income and support to large scale Industries.

Study area

Latur is a well known educational capital of the state, is and equally known for its industrial development. The industrial growth of latur district over the past few years has been really phenomenal. This growth is being driven by various industry segments that are vibrant in latur district. Latur Industrial Area is one of the manufacturing hubs of the Maharashtra state. Especially, business manufacturing and agriculture product based industries are being cauterized in the area. Latur district boasts of a number of established small scale industries in every segment. These industries are in valuable to the regional economy of the latur district. They create huge employment opportunities for the region. Apart from this direct benefit, however these small scale industries create a big ripple effect or multiplier effect on the economy of latur district. As like the transportation, employment and other dependable business is growing, Due to this situation automobile industry has boosting tremendously, logistics firms get more business and the local economy shows higher growth. The growth is sustained by

the operations of medium as well as the Small Scale industries in latur district**.** Therefore researcher choose latur district for proposed research

Research Methodology:

For the purpose of this study used social science research methodology. To study the research topic Used scientifically analysis. In this method used primary and also secondary data tools. In this primary data tools I'll use questionnaire, interview schedule for the results. Secondary data tools were use as reference books. Research articles, newspapers, journals, published and unpublished materials and also taken help of internet facilities. The secondary data will be collect from well known libraries like Library of swami ramanandteerthmarathwadauniversity,Nanded, Library of Rajarshi Shahu mahavidyalay,Latur, Smt.Sushiladevi Deshmukh mahavidyalay,Latur and also publication from Govt. of India, Industrial Census-Publication, economic survey of India, Directorate of Industries, Govt. of Maharashtra, Various state and central Government of Undertakings, Publication, Industries Associations and Research Institutes like Maharashtra Economic development council. The data is also collected from local authorities of the study area, Maharashtra Industrial Development Corporation and almost all concern agencies.

Primary Survey:

In order to understand the ground realities and update scenario. Field survey will carry out. The survey conducted to understand the various perspectives and parameters related to development and growth of small scale industries in latur district. The data is collected by rigorous field survey; information has collected with the help of questionnaires, observations, discussions with key persons,

employees, management views etc. The investigation is based on quantitative data analysis which is carried out employing proper quantitative and computer techniques.

Selection Of Sample

The samples have been selected from management and employee of small scale industries of latur district on the basis random selection from each tahsils of latur district. In Latur District midc setup various sub centres at talukas level. Such as Udgir, Ausa, Nilanga, Ahmadpur etc. Minimum 10 samples will be select from each tahsils of latur districts for the present study.

Scope of the study:

The present study has discussed The development and the prospects and problems of small scale industries sector Latur district industrial area. The present study aims to find out the correlation between industrial development and urbanization of Latur district. The study has presented information to understand the strength as well as challenges before small scale industries sector. The primary and secondary data which is collected from various stake holders is being carefully analysed to find out the practical solutions for further straightening of small scale industries sector. The present research work helps to find out the role of small scale industries in industrial and economical development of latur district. may be the further scope of the research.

Limitations of the Study

1. The study will be delimited to the role of Small Scale Industries in regional economical development.

2. The study will be delimited to The Development, working and management of Small Scale Industries in Latur District.
3. The study will be delimited to management and employee opportunities of latur district.
4. The study will be delimited to the role of Small Scale Industries in district industrial development.

Chapter's scheme:

Present study researcher will include six chapters as follow:

1. Chapter First: Introduction
2. Chapter Second: Research methodology and Review of literature
3. Chapter Third: Latur District: Economical view.
4. Chapter Fourth: Status of small scale industries in Latur district.
5. Chapter Fifth: Socio Economic and Industrial Development Maharashtra, Marathwada.
6. Chapter Sixth: Socio Economic and Industrial Development Latur district.
7. Chapter Seventh: Content analysis of Small Scale Industries as management and employee view of Latur district.
8. Chapter Eightth: Conclusion and Recommendations.

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